

AGENDA



Recommendation for Council Action (Purchasing)

Austin City Council	Item ID:	71227	Agenda Number	32.
Meeting Date:	June 15, 2017			
Department:	Purchasing			
Subject				
<p>Authorize award and execution of a 24-month contract with TECHLINE INC., to provide decorative lighting and ancillary equipment, in an amount of \$2,000,000, with three 12-month extension options in an estimated amount of \$1,000,000 per extension option, for a total contract amount not to exceed \$5,000,000.</p>				
Amount and Source of Funding				
<p>Funding in the amount of \$250,000 is available in the Fiscal Year 2016-2017 Operating Budget of Austin Energy. Funding for the remaining 21 months of the original contract period and extension options are contingent upon available funding in future budgets.</p>				
Fiscal Note				
<p>A fiscal note is not required.</p>				
Purchasing Language:	<p>The Purchasing Office issued an Invitation for Bids (IFB) GGU0164 for these goods on January 30, 2017 and it closed on March 21, 2017 with two offers received. The recommended offer is the lowest offer submitted by a responsible offeror. Additional information on the solicitation is included below the line. The recommended offeror is the current provider for these goods.</p>			
Prior Council Action:	<p>██████████</p>			
For More Information:	<p>Inquiries should be directed to the City Manager’s Agenda Office, at 512-974-2991 or AgendaOffice@ austintexas.gov</p> <p>NOTE: Respondents to this solicitation, and their representatives, shall continue to direct inquiries to the solicitation’s Authorized Contact Person: Gabriel Guerrero, at, 512-322-6060 or Gabriel.Guerrero@ austinenergy.com</p>			
Boards and Commission Action:	<p>May 15, 2017 – Recommended by the Electric Utility Commission on a 9-0 vote, with two vacancies.</p>			
Related Items:	<p>██████████</p>			

MBE / WBE:

This solicitation was reviewed for subcontracting opportunities in accordance with City Code Chapter 2-9D Minority Owned and Women Owned Business Enterprise Procurement Program. For the goods required for this solicitation, there were no subcontracting opportunities; therefore, no subcontracting goals were established.

Additional Backup Information

The contract will provide a continuous supply of decorative lighting fixtures, luminaires, street lights and poles, to be used throughout the Austin Energy service area, for new installations and replacement of failed or damaged equipment as required. The materials will be used to replenish stock at Austin Energy's St. Elmo warehouse for issuance to street lighting crews.

This contract will ensure that Austin Energy has the critical parts required for the street light crews to enable timely repairs, maintenance and new projects. The contract will replace the existing contract which expires on February 16, 2019. The existing contract included 51 line items with a total authorization of \$731,502, and an actual average annual spend of \$401,033. Upon execution of the new contract, the existing contract will be cancelled. The new contract will include 49 additional line items (a total of 100 different items) for lighting assemblies and new LED items that were added to better facilitate the process of customizing new assemblies. In addition, the new contract is based on increased estimated quantities that are more representative of recent and future forecasted demand.

Without this contract, Austin Energy will not be able to fulfill the requirements for installation of new and replacement streetlights throughout its service area.

BID TABULATION

IFB GGU0164

Decorative Luminaires, Street Lights and Poles
100 line items

<u>Vendor</u>	<u>Number of Line Items Bid</u>	<u>Total Annual Award</u>
Techline Inc.	100	\$1,000,000
Power Supply Inc.	100	No Award

A complete solicitation package, including a bid tabulation, is on file in the City's Purchasing Office and is available on the City's Financial Services Austin Finance Online website. Link: [Solicitation Documents](#)

TECHLINE INC.				
	# months	Contract Amount	Contract Amendment	Revised Amount
Original Term	24	\$ 2,000,000	n/a	n/a
Extension Option 1	12	\$ 1,000,000	n/a	n/a
Extension Option 2	12	\$ 1,000,000	n/a	n/a
Extension Option 3	12	\$ 1,000,000	n/a	n/a
TOTAL	60	\$ 5,000,000	\$ -	\$ -